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STATE OF NORTH CAROLINA IN THE GENERAL COURT OF JUSTICE
WAKE COUNTY, C.S.C. SUPERIOR COURT DIVISION
WAKE COUNTY BY FILE NO.: 15 CVS

THE NORTH CAROLINA STATE BAR,

Petitioner

v.

PETER F. CHASTAIN, Attorney,

Respondent

CONSENT ORDER OF
PRELIMINARY INJUNCTION

THIS MATTER came on for consideration by the undersigned Judge of the Superior Court of Wake County on motion of Petitioner, the North Carolina State Bar ("State Bar"). Petitioner was represented by Leanor Bailey Hodge. Respondent, Peter F. Chastain, represented himself. Based upon the consent of the parties, the Court makes the following:

FINDINGS OF FACT

1. Respondent, Peter F. Chastain ("Chastain"), was licensed to practice law in North Carolina in 1974.
2. Chastain practices law in Greensboro, Guilford County, North Carolina. The State Bar's membership database shows the following address for Chastain: 4307 Cabarrus Court West, Greensboro, NC 27407.
3. The State Bar's preliminary investigation indicates that Chastain has mishandled funds that were delivered to him in trust for the benefit of clients.
4. Chastain desires to cooperate with the State Bar.
5. A need for prompt action exists to ensure that additional funds entrusted to Chastain are not mishandled.

BASED UPON THE FOREGOING FINDINGS, the Court makes the following
Conclusions of Law:

1. Prompt action, pursuant to N.C. Gen. Stat. 84-28(f), is necessary to preserve the status quo while the State Bar conducts an analysis of Chastain's account(s) and to ensure that no further client funds are mishandled.

2. This Court has personal jurisdiction over Chastain and jurisdiction over the subject matter. This matter is properly before the Wake County Superior Court pursuant to N.C. Gen. Stat. 84-28(f).

3. Chastain should be enjoined from accepting any further funds from or on behalf of clients or other individuals in a fiduciary capacity, from writing checks against or withdrawing funds from any account in which client or fiduciary funds have been deposited, and from directing any employee or agent over whom Chastain exercises control to withdraw funds from and/or draw a check on any account in which client or fiduciary funds have been deposited, except as expressly authorized by this Court pursuant to further order from this Court.

4. To assist the State Bar's analysis of his account(s), Chastain should provide the State Bar with records of all accounts in which client or fiduciary funds have been deposited and with all client files requested by the State Bar as set forth below.

5. To assist the State Bar's analysis of his account(s), Chastain should provide the State Bar with the reconciliation reports required to be prepared and maintained pursuant to Rule 1.15-3(d) of the Rules of Professional Conduct.

6. Chastain should be prohibited from serving as a trustee, attorney-in-fact, executor, personal representative or in any other fiduciary capacity.

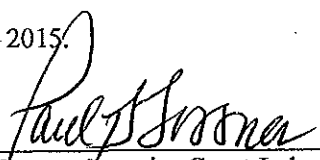
THEREFORE, IT IS HEREBY ORDERED:

1. Peter F. Chastain is enjoined from accepting or receiving any funds from clients or third parties in a fiduciary capacity, from withdrawing any funds from and/or drawing any checks or other instruments against any account in which client or fiduciary funds have been deposited, and from directing or permitting any employee or agent over whom Chastain exercises control to withdraw funds from and/or to draw any checks on or otherwise disburse or withdraw funds from any account in which client or fiduciary funds have been deposited, until and unless expressly permitted to do so by subsequent orders of this Court.
2. Chastain, or any other person having custody or control of records relating to any account into which client or fiduciary funds have been deposited, shall immediately produce to the State Bar at its offices in Raleigh, North Carolina for inspection and copying all of Chastain's financial records relating to any account into which client or fiduciary funds have been deposited, including, but not limited to bank statements, canceled checks, deposit slips, identification of deposited items, credit card payment receipts, client ledger cards, check stubs, deposited items and debit memos and any other records relating to the receipt and disbursement of client and/or fiduciary funds, as requested by the State Bar.
3. Chastain, or any other person having custody or control over records relating to individuals for whom Chastain has provided legal services, shall produce to the State Bar at its offices in Raleigh, North Carolina, for inspection and copying, all

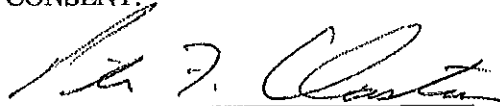
records and documents including but not limited to, client files, billing statements, memoranda and receipts. Current client files shall be produced within 24 hours of demand by the State Bar and closed client files shall be produced within 3 days of demand by the State Bar.

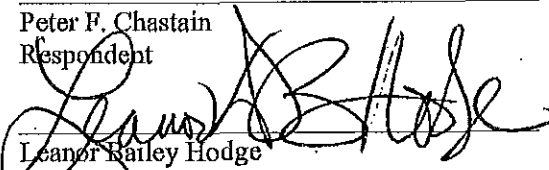
4. If Chastain does not have possession of the minimum records required to be maintained regarding trust and fiduciary funds pursuant to Rule 1.15-3 of the Rules of Professional Conduct, he shall immediately direct the bank(s) where his account(s) are maintained, to copy and transmit within 10 days of the date of this order any such missing records directly to the State Bar at its offices in Raleigh, North Carolina, at Chastain's expense.
5. Chastain shall immediately produce to the State Bar at its offices in Raleigh, North Carolina the monthly and quarterly reconciliation reports for any and all trust accounts that he is required to produce and maintain pursuant to Rule 1.15-3(d) of the Rules of Professional Conduct. If Chastain has not prepared such reports as required, Chastain is hereby ordered to conduct the monthly and quarterly reconciliations required by Rule 1.15-3(d) of the Rules of Professional Conduct for the time period required under the Rules of Professional Conduct, or a lesser period if so specified by the State Bar, and produce the reports to the State Bar within two weeks of the date of this order or by the deadline set by the State Bar, whichever is later.
6. Chastain is hereby enjoined from serving as an attorney-in-fact, trustee, executor, personal representative or in any other fiduciary capacity.
7. This Order of Preliminary Injunction shall remain in effect until further order of this Court.

This the 19 day of March, 2015.


Wake County Superior Court Judge
Presiding

WE CONSENT:


Peter F. Chastain
Respondent

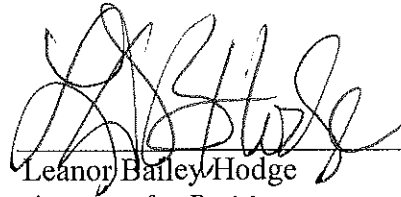

Leann Bailey Hodge
Attorney for Petitioner
The North Carolina State Bar

CERTIFICATE OF SERVICE

I hereby certify that the foregoing *Consent Order of Preliminary Injunction* has been served upon the Respondent by depositing same in the United States mail, postage paid, in an envelope addressed as follows:

Peter F. Chastain
4307 Cabarrus Court West
Greensboro, NC 27407

THIS the 19th day of March, 2015.

A handwritten signature in black ink, appearing to read 'Leonor Bailey Hodge', is written over a horizontal line.

Leonor Bailey Hodge
Attorney for Petitioner
The North Carolina State Bar